45-6204

OGC HAS REVIEWED.

1 December 1953

MEMORANDUM FOR: Chief of Administration, DD/P

FROM

(4)

: Office of General Counsel

SUBJECT

: Sale of Personally Owned Household Effects to

U.S. Government

1. This will acknowledge receipt of a memorandum from the Chief FE, dated 16 November 1953 which you forwarded to this office for comment on the legality of the procedure proposed therein.

2. The FE memorandum outlines the case of a shortly to return to the United States and who has offered to sell his household effects in to the Agency for \$700. The memoran-25X1A dum reports the opinion of the Chief of Station that the price offered 25X1A is an exceptionally good one, especially in view of the fact that the Agency would otherwise be required to ship the furniture back to the United States and purchase additional furniture 25X1A for the next occupant of quarters. You specifically ask if there is any legal way to permit purchases of this kind.

3. Although there may be said to be a Government policy against engaging in purchases or sales from or to Government employees, there is no legal objection to such transactions provided they are of a normal "arms length" character. This office, therefore, perceives no 25X1A objection to the purchase of furniture by the Agency, provided the price is in fact a good one, that the purchase is made by the officials normally required to conduct such affairs and that every effort is made to ensure adequate documentation and inclusion in the property records of the Agency.

25X1A

OGC/IMF:cd

Orig &1 - Addressee

1 - Subject # 322

1 - Chrono

1 - Signer

Approved For Release 2001/10/30 : CIA-RDR57,00384R000500020013-3